

# NEW APPLICATION



0000011682

Carl J. Kunasek  
Chairman  
Jim Irvin  
Commissioner  
William A. Mundell  
Commissioner

2000 MAY 10 P 2:48

AZ CORP COMMISSION  
DOCUMENT CONTROL

## BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF THE FILING BY )  
ARIZONA WATER COMPANY OF )  
PROPOSED TARIFF NO. TE-264, )  
TREATED EFFLUENT SERVICE )

W-01445A-00-0319

CERTIFICATE OF FILING OF  
PROPOSED TARIFF TE-264

Arizona Water Company, an Arizona public service corporation, (the "Company") pursuant to the provisions of A.R.S. §40-367, tenders for filing with the Commission its proposed Tariff No. TE-264, Treated Effluent Service.

By way of background, the Company first instituted a reclaimed water service tariff on January 1, 1990. Service under Tariff No. RW-256 is limited to the Apache Junction system, and is subject to the terms and conditions of a certain Reclaimed Water Service Agreement, all as set forth in said tariff.

The Company is now proposing to expand the availability of Treated Effluent Service to all of its service areas where the owner of a local wastewater collection and treatment facility has entered into an agreement to sell Treated Effluent to the Company for resale to the customer requesting service under proposed Tariff No. TE-264. Service under proposed Tariff No. TE-264 will also be beneficial to the Company in promoting conservation of other types of water.

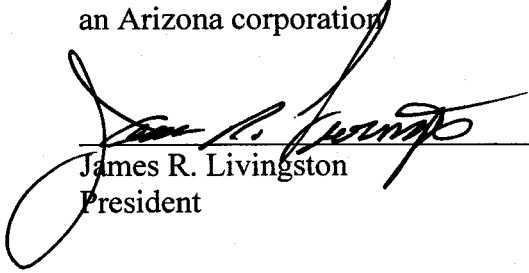
The monthly bill under proposed Tariff No. TE-264 will include a meter charge similar to the meter charge approved by the Commission for service under Tariff No. RW-256, a commodity charge, and, where applicable based on the specific requirements of each customer, a power, maintenance, and depreciation charge. Various other conditions for service under proposed Tariff No. TE-264 are listed in the proposed tariff.

The Company respectfully submits that proposed Tariff No. TE-264 is in the public interest, and requests that proposed Tariff No. 264 be approved to become effective thirty (30) days following the date of this filing.

1 Copies of proposed Tariff No. TE-264 will be open to public inspection at the Company's  
2 offices during regular business hours upon the filing of this certificate.

3 IT IS HEREBY CERTIFIED that on May 10, 2000, Arizona Water Company tendered  
4 for filing in the Commission's Docket Control Division an original and ten (10) copies of its  
5 proposed Tariff No. TE-264 showing an effective date of thirty (30) days after the date of initial  
6 filing with the Commission, all in accordance with A.R.S. §40-367.

7  
8 ARTIZONA WATER COMPANY  
9 an Arizona corporation

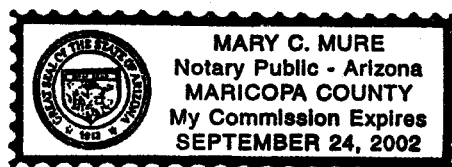
10   
11 James R. Livingston  
12 President

13 STATE OF ARIZONA )  
14 ) ss.  
15 County of Maricopa )

16 Subscribed and sworn to before me this 10th day May 2000

17 My Commission expires:  
18 9-24-02

19   
20 Notary Public



# WATER RATES

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**ARIZONA WATER COMPANY**

Phoenix, Arizona

Filed by: James R. Livingston

Title: President

Date of Original Filing: May 10, 2000

System: All Service Areas

A.C.C. No. 444

Canceling A.C.C.No. None

Tariff or Schedule No. TE-264

Filed: May 10, 2000

Effective: June 9, 2000

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## TREATED EFFLUENT SERVICE

### AVAILABILITY:

To customers in all service areas where the owner of a local wastewater collection and treatment facility has entered into an agreement to sell Treated Effluent to the Company for resale to the customer requesting service under this tariff. The Company will supply only such quantities of Treated Effluent, at such pressure, as may be available from time to time from the local wastewater collection and treatment facility.

### SUITABILITY:

It is the customer's responsibility to determine the initial and continuing suitability of the Treated Effluent delivered under this tariff for the customer's use. The Company does not treat, test or monitor the quality of Treated Effluent delivered under this tariff and furnishes it to customers strictly on an "as received" basis from the local wastewater collection and treatment facility. The customer agrees to accept Treated Effluent "as received." Compliance with any requirement of the Arizona Department of Environment Quality, or any other agency having jurisdiction, concerning the use of Treated Effluent shall be the sole responsibility of the customer. The Company will not be liable for, and the customer will hold harmless, indemnify and defend the Company against any claim, violation, cost, or loss of any kind, including without limitation injuries or damages arising from its service of Treated Effluent to the customer.

### FACILITIES:

The customer will pay to the Company, as a contribution not subject to refund, the total cost, including any related gross-up income tax on the contribution, of the facilities needed to deliver Treated Effluent to the customer. Such facilities will be owned by the Company and sized based upon the customer's estimate of the maximum quantity of Treated Effluent the customer intends to use during any calendar year ("Treated Effluent Demand").

### MONTHLY BILL:

The monthly billing will consist of the following components:

1. A meter charge based on the applicable monthly minimum charge by meter size as set forth in The General Service tariff schedule for the service area. The meter charge does not include any quantity of Treated Effluent.
2. A commodity charge designed to pass on all costs of acquiring and transporting the Treated Effluent delivered to the customer and billed to the Company for the preceding month's service plus one percent (1%) of such costs to cover the Company's administrative and handling costs.
3. A power, maintenance, and depreciation charge may be applicable based on the specific facility requirements of each customer.

- A. The power component will be the direct and separately metered cost of the power billed to the Company during the previous month for pumping Treated Effluent delivered to the customer, plus one percent (1%) of the power cost to cover the Company's administrative and handling costs. If multiple customers are being served by common facilities, the power component will be prorated based on the quantity of Treated Effluent actually delivered during the month to each customer or by an acceptable agreement among the multiple customers for allocating power costs.
- B. The maintenance component will be the actual costs of maintaining the facilities needed to deliver Treated Effluent to the customer, plus a ten percent (10%) charge for overheads. If multiple customers are being served by common facilities, the maintenance component will be prorated based on each customer's Treated Effluent Demand.
- C. The depreciation component will be 1/12th of the product of the Company's book depreciation rate, as authorized by the Arizona Corporation Commission, times the original cost of the facilities needed to deliver Treated Effluent to the customer. If multiple customers are being served by common facilities, the depreciation component will be prorated based on each customer's Treated Effluent Demand.

***Late Charge:***

Any payment not received within fifteen (15) days from the postmark date of the bill will be delinquent and subject to a late charge of one and one-half percent (1-1/2%) per month.

***Adjustment:***

An adjustment for state and local taxes, which will be the applicable proportionate part of any tax or government imposition which is, or in the future may be, assessed on the basis of the gross revenues of the Company and/or the revenue from the Treated Effluent or service sold and/or the volume of Treated Effluent pumped or purchased for sale and/or sold hereunder. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

***TERMS AND CONDITIONS:***

Subject to the Company's Tariff Schedule TC-243.